

DAILY MARKETS OVERVIEW

20 JANUARY 2020

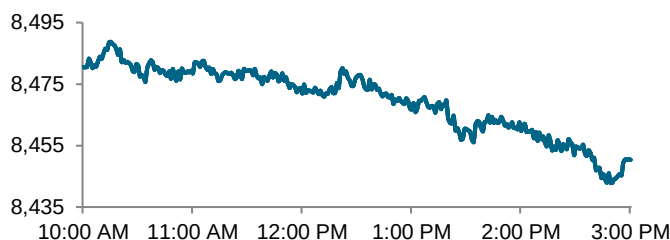
السوق الفرنسي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,449	-0.1	-0.1	0.7	22.8
Saudi (NOMU)	7,236	1.7	1.7	-2.7	NA
Energy	5,310	-0.5	-0.5	-2.4	NA
Materials	5,253	0.0	0.0	1.7	36.1
Capital Goods	4,649	1.3	1.3	7.3	38.8
Com. & Prof. Svc	4,635	-0.1	-0.1	-2.9	18.7
Transportation	4,660	1.4	1.4	6.0	22.3
Cons. Durables & Apparel	3,635	0.2	0.2	3.7	NA
Consumer Services	4,152	0.5	0.5	4.9	39.8
Media	9,820	0.8	0.8	4.4	37.4
Retailing	8,015	1.9	1.9	4.1	34.1
Food & Staples Retailing	7,297	0.6	0.6	10.3	NA
Food & Beverages	4,439	-1.0	-1.0	2.0	NA
Health Care Equipment	3,775	1.2	1.2	1.2	25.7
Pharma, Biotech & Life Science	3,793	-0.9	-0.9	5.5	NA
Banks	8,157	-0.5	-0.5	0.6	14.3
Diversified Financials	3,525	0.8	0.8	6.7	NA
Insurance	4,705	-0.1	-0.1	4.3	NA
Telecommunication	6,422	-0.2	-0.2	-0.8	20.1
Utilities	4,452	0.6	0.6	1.2	NA
REITs	4,296	0.8	0.8	2.4	21.2
Real Estate	3,090	0.7	0.7	-1.4	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
National Gypsum Co.	16.50	8.0%	35
Fawaz Abdulaziz AlHokair Co.	28.90	6.5%	33
United Electronics	82.00	5.1%	29
Saudi Industrial Services Co.	22.08	4.8%	22
Saudi Arabian Amiantit Co.	16.28	4.8%	39

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Ataa Educational Co.	20-Jan-20
Ash-Sharqiyah Development Co.	20-Jan-20
Etihad Atheeb Telecommunication Co.	21-Jan-20
Takween Advanced Industries Co.	21-Jan-20
Al Sorayai Trading and Industrial Group	22-Jan-20
National Gas and Industrialization Co.	27-Jan-20

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of January 20, 2020

(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.1% lower at 8,449 while NOMU increased 1.7% to 7,236 on Sunday. TASI traded value totaled SAR 3.3bn and averaged SAR 4.0bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 28.2% of the daily traded value.
- MSCI Emerging Markets was closed for trading on Sunday.
- Banks decreased 0.5% while Materials ended flat. Telecom closed 0.2% lower. Retailing (up 1.9%) was the best performing sector. Among stocks, National Gypsum Co. (2090/NGCO AB), Fawaz Abdulaziz AlHokair Co. (4240/ALHOKAIR AB), and United Electronics (4003/EXTRA AB) led the gainers.
- The Saudi Arabian General Investment Authority (SAGIA) revealed that new foreign companies setting up operations in KSA climbed by 54% Y/Y to 1,131 businesses in 2019 – the largest increase in 10 years. In 4Q19, the number of new foreign companies beginning operations increased by 305 versus 238 in 4Q18. (Source: Argaam)
- National Medical Care Co. (4005/CARE AB) was awarded a contract by the Ministry of National Guard to provide admission services for the Ministry's patients. The contract is valued at SAR 278.5mn (USD 74.3mn) including VAT and is valid for 3 years. (Source: Argaam)
- Saudi Enaya Cooperative Insurance Co. (8311/ENAYA AB) BoD recommended a 50% capital reduction to SAR 150mn (USD 40mn) from SAR 300mn (USD 80mn) to offset accumulated losses. (Source: Argaam)
- Middle East Healthcare (4009/MEH AB) received the final license from the Ministry of Health to operate its Saudi German Hospital in Dammam with a capacity of 150 beds. The company expects to start receiving patients in its Dammam branch, from February 1, 2020. (Source: Argaam)
- Al-Motaqadimah Schools Co. (MSC) is planning to float the company by the end of 2020, according to its Chairman. The company currently owns 24 educational complexes and operates and manages 5 other schools. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
The Saudi British Bank	34.70	-2.0%	6
Tabuk Cement Co.	16.20	-1.9%	10
The Company for Cooperative Insurance	79.00	-1.9%	12
Ash-Sharqiyah Development Co.	54.40	-1.8%	14
MetLife AIG ANB Cooperative Insurance Co.	20.60	-1.8%	16

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
The Saudi Arabian Oil Company	34.35	-0.7%	377
Al Rajhi Bank	66.20	-0.2%	197
Dar Alarkan Real Estate Development Co.	10.02	-1.6%	170
Alinma Bank	25.60	-0.2%	117
Saudi Basic Industries Corp.	92.20	-0.7%	75

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,863	1.2	1.2	3.6	11.4
Abu Dhabi (ADX)	5,174	-0.1	-0.1	1.9	15.8
Kuwait (KSE)	5,595	0.5	0.5	0.1	17.9
Qatar (QE)	10,713	0.1	0.1	2.8	15.6
Oman (MSM)	4,074	0.3	0.3	2.3	7.3
Bahrain (BSE)	1,642	0.1	0.1	2.0	13.1
DJMENA Index	616	0.2	0.2	1.7	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	3,330	0.4	2.0	3.1	22.1
US (NASDAQ 100)	9,389	0.3	2.3	4.6	26.2
UK (FTSE 100)	7,675	0.9	1.1	1.8	18.4
Germany (DAX)	13,526	0.7	0.3	2.1	24.9
France (CAC 40)	6,101	1.0	1.1	2.1	21.6
Russia (MICEX)	3,197	1.3	2.3	5.0	6.3
Japan (Nikkei)	24,041	0.5	0.8	1.6	19.1
Hong Kong (HSI)	29,056	0.6	1.5	3.1	11.3
South Korea (KOSPI)	2,251	0.1	2.0	2.4	17.5
China (SHCOMP)	3,075	0.0	-0.5	0.8	14.6
India (NIFTY)	12,352	0.0	0.8	1.5	26.8
Brazil (IBOV)	1,18,478	1.5	2.6	2.4	18.5
Turkey (BIST 100)	1,21,475	0.4	2.4	6.2	9.2
Egypt (EGX30)	13,824	0.0	0.7	-1.0	11.7
MSCI Emerging Markets	1,147	0.5	1.2	2.9	15.8
MSCI World	2,416	0.4	1.6	2.4	21.0

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	64.9	0.4	-0.2	-1.7	6.0
Natural Gas (\$/mmbtu)	2.0	-3.7	-9.1	-8.6	-35.8
Gold (\$/oz)	1,557	0.3	-0.3	2.6	20.5
Silver (\$/oz)	18.0	0.5	-0.4	1.1	16.2
Platinum (\$/oz)	1,023	1.8	4.4	5.8	26.2
Copper (\$/t)	6,273	0.4	1.6	2.0	5.2
Zinc (\$/t)	2,430	-0.5	1.7	6.6	-4.9
Lead (\$/mt)	1,976	-2.5	2.8	2.7	1.4
Wheat (\$/bu)	571	0.9	1.1	2.1	2.1
Corn (\$/bu)	389	3.7	0.9	0.4	-5.6
Sugar (\$/lb)	14.5	0.1	2.7	7.7	2.6

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	1.82	-0.01	-0.09	0.00
Saudi Arabia	2.21	-0.01	-0.02	0.39
UAE	2.03	-0.03	-0.18	0.21
Kuwait	2.75	0.00	0.00	0.93
Qatar	2.29	-0.01	0.04	0.47
Bahrain	2.67	0.00	0.00	0.85

Source: Reuters

NOTES: (1) Prices updated as of January 20, 2020 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- Global markets were closed for trading on Sunday.
- Asian markets are trading mixed on Monday. China has increased 0.4%. Japan and South Korea are trading 0.3% and 0.9% higher, respectively. Hong Kong and India are down 0.4% and 0.2%, respectively.
- GCC markets ended mostly in the green on Sunday. Dubai increased 1.2% while Abu Dhabi decreased 0.1%. Kuwait and Qatar closed 0.5% and 0.1% higher, respectively. Oman and Bahrain were up 0.3% and 0.1%, respectively.
- Standard and Poor's (S&P) has affirmed Kuwait's credit rating at AA with a stable outlook. It said that the stable outlook reflects expectation that Kuwait's public and external balance sheets will remain strong over the next two years, primarily underpinned by sizable foreign assets accumulated in the country's sovereign wealth fund. (Source: Zawya)
- According to the Sharjah Real Estate Registration Department, in 2019 real estate transactions reached AED 24.2bn (USD 6.6bn) in the emirate, increasing by 7.3% Y/Y. 61,357 transactions were recorded in 2019, up 13.4% in comparison to 2018. (Source: Zawya)
- Dubai Customs revealed that Dubai's non-oil foreign trade volumes grew to 83 million tonnes in the first nine months of 2019. These figures represent an 22% Y/Y increase. The volume of re-exports jumped 48% to 13 million tonnes, while exports rose by 47% (14 million tonnes) and imports grew by 13% (56 million tonnes). (Source: Zawya)
- CEO of Dubai Electricity and Water Authority (Dewa) stated that the 800-MW third phase of the Mohammed bin Rashid Al Maktoum Solar Park will be operational in April. The solar park has a planned capacity of 5,000 MW by 2030, with an investment of AED 50bn (USD 13.6bn). (Source: Trade Arabia)
- Alcazar Energy Ltd., backed by Abu Dhabi's Mubadala Investment, is preparing the sale of some of their solar and wind assets in Egypt and Jordan. The renewable-energy developer is in talks with banks on the sale, which may fetch at least USD 500mn (AED 1.8bn). (Source: Arabian Business)
- The Gulf Air Group Holding Company (GFG) has increased its stake in the Bahrain Airport Services (BAS) to 44%. The Bahrain Airport Company (BAC), a subsidiary of the GFG, signed a concession agreement with BAS under which BAC will work as a provider of ground handling services in the new terminal building at Bahrain International Airport. (Source: Zawya)

Coming Up

- Japan inflation for December 2019 (prior: 0.5% Y/Y, consensus: 0.4% Y/Y) will be announced on January 23. (Source: Trading Economics)
- US jobless claims for the week ended January 18 (prior: 204K; consensus: 212K) will be announced on January 23. (Source: Trading Economics)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended January 17 (prior: -2.5mn barrels) will be announced on January 23. (Source: Trading Economics)



Contacts

RESEARCH & ADVISORY

Research&Advisory@FransiCapital.com.sa

SAUDI FRANSI CAPITAL

Call Centre

800-125-9999

Website

www.sfc.sa

SAUDI FRANSI CAPITAL (CLOSED JOINT STOCK COMPANY OWNED BY BANQUE SAUDI FRANSI)

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C.R. 1010231217 - Paid Up Capital 500,000,000 S.R.

Head Office: 8092 King Fahd Road - Riyadh 12313-3735 - Kingdom of Saudi Arabia

Mailing Address: P.O. Box 23454 - Riyadh 11426

Tel: +966 11 282 6666 - Fax: +966 11 282 6667

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